

**Michigan**  
**Notes to the Financial Statements**

**NOTE 19 – TRANSFERS**

Interfund transfers for the year ended September 30, 2002, consisted of the following (in millions):

Transferred From	Transferred To					Total
	General Fund	School Aid Fund	Non-major Governmental Funds	Unemployment Compensation Funds	Fiduciary Funds	
General Fund	\$ -	\$ 198.1	\$ 383.2	\$ -	\$ .3	\$ 581.6
Budget Stabilization Fund	452.8	382.0	35.0	-	-	869.8
School Aid Fund	2.8	-	-	-	-	2.8
Non-major Governmental Funds	389.5	-	1,355.1	-	-	1,744.6
State Lottery Fund	13.1	613.5	-	-	-	626.6
Unemployment Compensation Funds	128.7	-	12.4	3.7	-	144.8
Non-major Enterprise Funds	126.8	-	-	-	-	126.8
Internal Service Funds	.7	-	-	-	-	.7
Fiduciary Funds	38.7	-	.5	-	-	39.2
Total	<u>\$ 1,153.1</u>	<u>\$ 1,193.6</u>	<u>\$ 1,786.3</u>	<u>\$ 3.7</u>	<u>\$ .3</u>	<u>\$ 4,137.0</u>

Transfers are used to 1) move revenues from the fund that statute requires to collect them to the fund that statute requires to expend them, 2) move receipts restricted to debt service from the funds collecting the receipts to the debt service fund as debt service payments become due, 3) use unrestricted revenues collected in the General Fund to finance various programs accounted for in other funds in accordance with budgetary authorizations, 4) move profits from the Liquor Purchase Revolving Fund and the State Lottery Fund as required by law, 5) transfer budgetary surpluses from the General Fund to the Counter-Cyclical Budget and Economic Stabilization Fund or transfer accumulated surpluses

from the Counter-Cyclical Budget and Economic Stabilization Fund to other funds when necessary, and 6) transfer accumulated surpluses from other funds to the General Fund when authorized by statute.

In the fiscal year ended September 30, 2002, the State recorded transfers for \$452.8 million from the Counter-Cyclical Budget and Economic Stabilization Fund to the General Fund to subsidize lower than expected revenues. These transfers were made in accordance with statutory authority granted by the Legislature.